

STATE OF HAWAII — DEPARTMENT OF TAXATION
FRANCHISE TAX RETURN
BANKS, OTHER FINANCIAL CORPORATIONS, AND
SMALL BUSINESS INVESTMENT COMPANIES

AS OF JANUARY 1, 2010

(Based on income for calendar year 2009 or fiscal year commencing on _____, 2009)

Name _____			THIS SPACE FOR OFFICE USE ONLY. DO NOT STAPLE HERE. Federal Employer I.D. No. _____ IF APPLICABLE, CHECK BOX: <input type="checkbox"/> First year return; <input type="checkbox"/> Second year return; <input type="checkbox"/> Final return.		
DBA _____					
Address _____					
City _____	State _____	Postal/ZIP Code _____			

A COPY OF ALL PAGES OF YOUR FEDERAL RETURN MUST ACCOMPANY THIS RETURN.

If this is a consolidated return, attach copy of Hawaii Forms N-304 and N-303 for each subsidiary.

CAUTION: Mortgage loan companies, brokers, and solicitors licensed under chapter 454, HRS, see Instructions.

GROSS INCOME	1.	Gross Receipts _____ Less: Returns and allowances _____	1		
	2.	Less: Cost of goods sold and/or operations (Attach schedule)	2		
	3.	Gross Profit (line 1 minus line 2)	3		
	4.	Dividends (Schedule C)	4		
	5.	Interest on government obligations.	5		
	6.	Other interest.	6		
	7.	(a) Rents _____ Plus 7(b) Royalties _____, Sum ►	7(c)		
	8.	(a) Net capital gains (from federal Schedule D) (See Instructions)	8(a)		
DEDUCTIONS		(b) Ordinary gain or loss (from federal Schedule 4797)	8(b)		
	9.	Other income (Attach schedule)	9		
	10.	TOTAL INCOME — Add lines 3 through 9	10		
	11.	Compensation of officers (Schedule E)	11		
	12.	Salaries and wages (not deducted elsewhere).	12		
	13.	Repairs (Do not include cost of improvements or capital expenditures)	13		
	14.	(a) Bad debts (Schedule F) _____ Plus 14(b) Rents _____, Sum ►	14(c)		
	15.	(a) Taxes (Schedule B) _____ Plus 15(b) Interest _____, Sum ►	15(c)		
	16.	Contributions or gifts paid (Attach schedule).	16		
	17.	Amortization (Attach schedule).	17		
	18.	Depletion	18		
	19.	Depreciation (from federal Form 4562)	19		
	20.	Advertising	20		
	21.	Amounts contributed under: (a) Pension, profit-sharing, stock bonus, annuity plans (Attach schedule).	21(a)		
		(b) Other employee benefit plans (Attach schedule).	21(b)		
	22.	Other deductions (Attach schedule)	22		
	23.	TOTAL DEDUCTIONS — Add lines 11 through 22.	23		
	24.	Net income before Hawaii adjustments (line 10 minus line 23). Enter here and on page 2, line 24a	24		
TAX	69.	TOTAL TAX from page 3, line 68	69		
	70.	Total Nonrefundable Credits. Enter the result from page 4, Schedule H, line 6	70		
	71.	Line 69 minus line 70. Enter the result but not less than zero	71		
	72.	Payment with extension (Attach Form N-755)	72		
	73.	Tax installment payments (See Instruction XIV)	73		
	74.	Total Refundable Credits. Enter the result from page 4, Schedule I, line 3	74		
	75.	Add lines 72, 73 and 74 and enter result.	75		
	76.	TAX DUE (Line 71 minus line 75. If line 75 is greater than line 71, skip line 77 and go to line 78)	76		
	77.	Enter amount paid with this return	77		
	78.	OVERPAYMENT (If line 75 is larger than line 71) enter AMOUNT OVERPAID	78		
79.	Enter amount of line 78 you want Credited to 2011 estimated tax ► 79(a) \$●	79(b)●			
	Refunded ►				

Please Sign Here

I declare, under the penalties set forth in section 231-36, HRS, that this return (including any accompanying schedules or statements) has been examined by me and, to the best of my knowledge and belief, is a true, correct, and complete return, made in good faith, for the taxable year stated, pursuant to the Hawaii Income Taxation of Banks and Other Financial Corporations, Chapter 241, HRS.

Signature of officer _____ Date _____ Title _____

Paid Preparer's Information

Preparer's Signature, and Print Preparer's Name _____ Firm's name (or yours if self-employed), address, and Postal/ZIP Code _____	Date _____ Check if self-employed <input type="checkbox"/>	Preparer's identification number _____ Federal E.I. No. _____ Phone No. _____
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24.(a) Net income before Hawaii adjustments — from page 1, line 24	24(a)		
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STATE ADJUSTMENTS

ADD:			
25. Taxable dividends from Schedule C, line 10	25		
26. (a) Interest on obligations of the United States or its possessions or on securities issued under an Act of Congress. (See instruction VI(a)(1))	26(a)		
(b) Interest on state, territorial, municipal, county, or other bonds or securities, including Hawaiian issues, not included on line 6. (See instruction VI(a)(2))	26(b)		
27. Amount of deduction for bad debts taken on line 14(a). (See instructions IV(b) and VII)	27		
28. Other additions required by law — submit schedule. (See instruction IV(b))	28		
29. Total of lines 24(a) through 28	29		

DEDUCT:

30. Entire dividends as reported on page 1, line 4.	30		
31. Bad debt deduction allowed by section 241-4(b)(3), HRS. (See instruction VII(c))	31		
32. Other deductions authorized by law — submit schedule. (See instructions VI(b) and X(b))	32		
33. Total of lines 30 through 32.	33		
34. Net income after Hawaii adjustments (line 29 minus line 33)	34		

Note: If you do not need to apportion your income, skip lines 35 through 56, enter the amount on line 34 on line 57, and continue with line 58. Otherwise, continue with line 35.

ADJUSTMENTS TO ARRIVE AT APPORTIONABLE BUSINESS INCOME SUBJECT TO TAX

DEDUCT:

35. Nonbusiness dividends included on page 1, line 4, and included on line 24 above	35		
36. Nonbusiness interest (Attach schedule)	36		
37. Royalties from nonbusiness assets (Attach schedule)	37		
38. Net profit from nonbusiness rental property	38		
39. Net gain from nonbusiness assets (Attach schedule)	39		
40. Other adjustments (Attach schedule)	40		
41. Total (lines 35 to 40, inclusive)	41		
42. Balance (line 34 minus line 41).	42		

ADD:

43. Net loss from nonbusiness rental property	43		
44. Net loss from nonbusiness assets (Attach schedule)	44		
45. Total of lines 43 and 44.	45		
46. Business income from sources within and without Hawaii (line 42 plus line 45)	46		
47. Allocate _____% (from Schedule P, line 8), as apportionable income attributable to Hawaii and subject to tax. (Multiply line 46 by the %)	47		

CLASSIFICATION OF APPORTIONABLE BUSINESS INCOME SUBJECT TO TAX

48. Enter the portion of the amount on line 47 that is ordinary income	48		
49. Enter the portion of the amount on line 47 that is net capital gain. Also, enter on line 60.	49		
50. Total (lines 48 and 49). This total must be equal to the amount on line 47.	50		

Continue on page 3

60.	Enter the amount of net capital gains as shown on page 1, line 8(a). (If you apportioned your income, enter the amounts from lines 49 and 54(b), if any, instead)	60		
61.	Line 59 minus line 60 (If less than zero, enter zero)	61		
62.	(a) Tax on capital gain — 4% of amount on line 60	62(a)		
	(b) Tax on net income — 7.92% of amount on line 61	62(b)		
	(c) Total of lines 62(a) and 62(b)	62(c)		
	(d) Using the 7.92% rate, compute tax on all taxable income using amount from line 59	62(d)		
63.	Total tax (enter lesser of line 62(c) or 62(d))	63		
64.	Recapture of Capital Goods Excise Tax Credit from Form N-312, Part II	64		
65.	Recapture of Low-Income Housing Tax Credit from Form N-586, Part III	65		
66.	Recapture of High Technology Business Investment Tax Credit from Form N-318, Part III	66		
67.	Total recapture of tax credits (Add lines 64, 65, and 66)	67		
68.	Total tax (Add lines 63 and 67). Enter here and on page 1, line 69	68		

Explanation	Amount	
Total (Enter here and on page 1, line 15(a).)		

1. Name of declaring corporation	2. National Banking Associations	3. Received from an affiliate (including foreign) as IRC section 243(b) qualifying dividend	4. Received by a small business investment co. operating under Small Business Investment Act	5. All other dividends
6. Total dividends (Add amounts in columns 2, 3, 4, and 5). Enter here and on page 1, line 4				
7. Dividends qualifying for the 70% dividends received deduction (Total of amounts in column 5)				
8. Multiply line 7 by .30 (30%).				
9. Taxable mutual funds dividends				
10. Total taxable dividends (Add lines 8 and 9). Enter here and on page 2, line 25				

1. Last 3 Prior and Current Taxable Years	2. Amount of Notes and Accounts Receivable Outstanding at End of Year	3. Taxable (or Net) Income Reported	4. Sales on Account	5. Bad Debts of Corporation if No Allowance Is Carried on Books	If Corporation Carries An Allowance		
					6. Gross Amount Added to Allowance	7. Amount Charged Against Allowance	8. Balance of Allowance
20							
20							
20							
20							

1.	Carryover of the Credit for Energy Conservation (Attach Form N-323)	1		
2.	Low-income Housing Tax Credit (Attach Form N-586)	2		
3.	High Technology Business Investment Tax Credit (Attach Form N-318)	3●		
4.	Carryover of the Renewable Energy Technologies Income Tax Credit (for systems installed and placed in service before July 1, 2009) (Attach Form N-334)	4		
5.	Renewable Energy Technologies Income Tax Credit for Systems Placed in Service on or after July 1, 2009 (Attach Form N-342) Check the type of energy system: ● <input type="checkbox"/> Solar Water Heater ● <input type="checkbox"/> Other Solar ● <input type="checkbox"/> Wind Powered . . .	5		
6.	Ko Olina Resort and Marina Attractions and Educational Facilities Tax Credit (Attach Form N-336)	6		
7.	Total Nonrefundable Credits. Add lines 1 through 6. (Enter here and on page 1, line 70) ➤	7		

1.	Capital Goods Excise Tax Credit (Attach Form N-312).	1		
2.	Renewable Energy Technologies Income Tax Credit for Systems Placed in Service on or after July 1, 2009 (Attach Form N-342) Check the type of energy system: <input type="checkbox"/> Solar Water Heater <input type="checkbox"/> Other Solar.	2		
3.	Total Refundable Credits. Add lines 1 and 2. (Enter here and on page 1, line 74)	3		

	In Hawaii		Total Everywhere	
Property — (use original cost)	Beginning of taxable year	End of taxable year	Beginning of taxable year	End of taxable year
Land _____				
Buildings _____				
Loans _____				
Credit card receivables _____				
Leasehold interests* _____				
Rented Property* _____				
Other Property _____				
Total _____				

		Enter net annual rent X 8.	
		A. In Hawaii	B. Everywhere
1	Property values (average value of property above)		
2	Property factor (line 1, col. A divided by line 1, col. B)		%
3	Total compensation.		
4	Payroll factor (line 3, col. A divided by line 3, col. B)		%
5	Total receipts		
6	Receipts factor (line 5, col. A divided by line 5, col. B)		%
7	Total of factors (add lines 2, 4, and 6)		%
8	Average of factors (divide line 7 by 3). Enter here and on page 2, line 47.		%